

JOSEPH ONEBANE (1917-1987)
JOHN G. TORIAN, II (1936-1991)

JAMES E. DIAZ, SR.
TIMOTHY J. MCNAMARA
EDWARD C. ABELL, JR.
LAWRENCE L. LEWIS, III †
ROBERT M. MAHONY
DOUGLAS W. TRUXILLO *
RANDALL C. SONGY
MICHAEL G. DURAND
GREG GUIDRY *
JOSEPH L. LEMOINE, JR. ††
MARK L. RILEY
GRAHAM N. SMITH *
GORDON T. WHITMAN
GARY P. KRAUS
RICHARD J. PETRE, JR.
CHARLES J. BOUDREAUX, JR.
THOMAS G. SMART
ROGER E. ISHEE **
STEVEN C. LANZA
JESSE D. LAMBERT ††*
BRENT G. SONNIER ***
GREG R. MIER ††
FRANK H. SPRUIELL, JR. *
MARIA FABRE MANUEL
MICHAEL P. MARAIST
JOAN LABBE BOUDREAUX

ONEBANE LAW FIRM

A Professional Corporation

SUITE 600 VERSAILLES BOULEVARD
102 VERSAILLES BOULEVARD (70501)
POST OFFICE BOX 3507
LAFAYETTE, LOUISIANA 70502-3507

FAX: (337) 266-1232
TDD: (337) 266-1217
TELEPHONE: (337) 237-2660

WWW.ONEBANE.COM

OF COUNSEL
WILLIAM E. KELLNER
MARK B. OLIVER
CRAIG A. RYAN
GREGORY K. MOROUX
FREDERICK R. PARKER, JR. ††
MICHAEL D. SKINNER
DANIEL C. PALMINTIER

SHREVEPORT OFFICE

400 TRAVIS STREET, SUITE 1000
SHREVEPORT, LA 71101

TELEPHONE: (318) 674-9770
FAX: (318) 674-9775

‡ LL.M. IN HEALTH LAW
† BOARD CERTIFIED TAX ATTORNEY
LL.M. IN TAXATION
†† REGISTERED PATENT ATTORNEY

* ALSO ADMITTED IN TEXAS
** ALSO ADMITTED IN MISSISSIPPI
*** ALSO ADMITTED IN OKLAHOMA

February 4, 2005

APPLICATION

Honorable James H. Welsh
Commissioner of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-9275

RE: Substitute Unit Well Application
MM Zone, Reservoir A
South Chauvin Field
Terrebonne Parish, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of **DENBURY ONSHORE, LLC** for the calling of a public hearing, after ten (10) days legal notice, to consider evidence relative to the issuance of an order pertaining to the **MM Zone, Reservoir A** in the **South Chauvin Field**, Terrebonne Parish, Louisiana, for which rules and regulations were adopted and a single drilling and producing unit was established by Office of Conservation Order No. 547-R, effective June 19, 2001.

1. To permit the applicant, Denbury Onshore, LLC, to designate and utilize the Denbury Onshore - LaTerre No. C-7 (ST) Well as the substitute unit well for MM RA SUA at the location shown on the plat attached hereto;
2. To consider such other matters as may be pertinent to this application as shown by the evidence presented at the public hearing.

The existing unit well for MM RA SUA, the LaTerre No. C-1 Well, was never deepened to the unitized interval as originally anticipated and therefore is incapable of

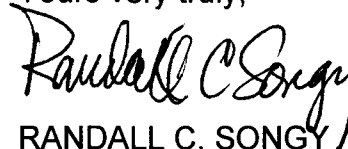
producing from the unit. The proposed substitute unit well is necessary to drain a portion of the unit which cannot be drained by any existing well in the unit.

Pertinent data relating to the proposed application can be obtained, AT THE COST OF THE REQUESTING PARTY, by contacting **E. Holmes Smart with Frank W. Harrison, Jr. Consulting Geologist, 200 Audubon Blvd., Lafayette, Louisiana 70503 (337)232-4031.**

There is attached hereto and made a part hereof a plat showing the existing unit well for MM RA SUA, and the surface and bottomhole locations of the proposed substitute unit well, and a list of the names and addresses of the interested parties to whom this unitization proposal is being sent. Pursuant to the Revised Rules of Procedure, such list of parties is being furnished ONLY to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, the list of parties will be provided to any party requesting a copy of it. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, there is enclosed our check in the sum of \$755.00 payable to the Office of Conservation, representing the required hearing application fee.

Yours very truly,



RANDALL C. SONGY

RCS/elg/bad

Enclosures

- cc: Mr. Richard Hudson, Lafayette District Manager
Office of Conservation
- cc: All Interested Owners, Represented Parties,
and Interested Parties

